

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243

STATUTORY BASIS FINANCIAL STATEMENTS

For the year ended June 30, 2011

And

INDEPENDENT AUDITORS' REPORTS

Long CPA, PA
A Professional Association
Certified Public Accountants

Long CPA, PA

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Board of Education
Unified School District No. 243
Waverly, Kansas

INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS

We have audited the financial statements of the individual funds of Unified School District No. 243, Waverly, Kansas, as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the Kansas Municipal Audit Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, Unified School District No. 243 has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonable determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 243 as of June 30, 2011, or the changes in its financial position for the year then ended.

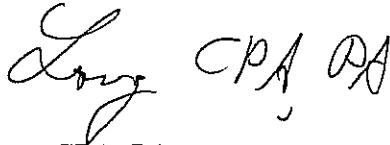
UNIFIED SCHOOL DISTRICT NO. 243

Waverly, Kansas

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In our opinion the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the Unified School District No. 243, as of June 30, 2011, and its cash receipts and expenditures, budgetary comparisons, and changes in long-term debt and long-term debt maturities for the year then ended, on the basis of accounting described in Note 1.

A handwritten signature in black ink that reads "Long CPA, PA". The signature is written in a cursive, flowing style.

Long CPA, PA
A Professional Association
Certified Public Accountant

October 31, 2011

USD #243 LERO-WAVERLY, KANSAS
Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2011

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Funds							
General	\$ (259,383)	\$ 0	\$ 3,818,573	\$ 3,846,055	\$ (286,865)	\$	\$ (286,865)
Supplemental General	(78,663)	0	1,174,377	1,060,381	35,333		35,333
Special Revenue Funds							
Vocational Education	78,477	0	132,752	132,697	78,532		78,532
Special Education	85,042	0	665,816	585,378	165,480		165,480
Driver Education	24,833	0	12,950	6,818	30,965		30,965
Food Service	109,602	0	296,367	311,033	94,936		94,936
Capital Outlay	1,150,698	0	34,489	11,282	1,173,905		1,173,905
Professional Development	19,941	0	15,165	9,732	25,374		25,374
KPERS Special Contribution	0	0	192,859	192,859	0		0
At Risk (K-12)	0	0	262,108	262,108	0		0
District Activity Funds	50,945	0	129,599	135,881	44,663		44,663
Textbook Rental Fund	114,973	0	68,789	44,916	138,846		138,846
Contingency Reserve Fund	376,228	0	120,000	195,978	300,250		300,250
Title I	0	0	97,690	97,690	0		0
Title IV	0	0	2,252	2,252	0		0
REAP Grant	0	0	37,433	37,433	0		0
Title IIA	0	0	19,477	19,477	0		0
Title IID	0	0	212	212	0		0
Debt Service Funds							
Bond and Interest	515,511	0	433,201	407,488	541,224		541,224
Total Reporting Entity	\$ 2,188,204	\$ 0	\$ 7,514,109	\$ 7,359,670	\$ 2,342,643	\$ 0	\$ 2,342,643

Composition of Cash

Checking Accounts	\$ 38,480
Petty Cash	500
Savings Accounts	1,905,171
Certificates of Deposit	500,000
Total Cash	<u>2,444,151</u>
Agency Funds per Statement 4	<u>101,508</u>
Total Reporting Entity	<u>\$ 2,342,643</u>

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KANSAS
Summary of Expenditures - Actual and Budget
For the Year Ended June 30, 2011

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Favorable (Unfavorable)
Governmental Type Funds						
General Funds						
General	\$ 3,975,090	\$ (129,035)	\$ 0	\$ 3,846,055	\$ 3,846,055	\$ 0
Supplemental General	1,105,000	0	0	1,105,000	1,060,381	44,619
Special Revenue Funds						
Vocational Education	174,619	0	0	174,619	132,697	41,922
Special Education	606,670	0	0	606,670	585,378	21,292
Driver Training	8,404	0	0	8,404	6,818	1,586
Food Service	326,685	0	0	326,685	311,033	15,652
Capital Outlay	181,000	0	0	181,000	11,282	169,718
Professional Development	6,100	0	0	6,100	9,732	(3,632)
KPERS Special Contribution	253,184	0	0	253,184	192,859	60,325
At-Risk Fund (K-12)	294,080	0	0	294,080	262,108	31,972
Debt Service Funds						
Bond and Interest	407,488	0	0	407,488	407,488	0

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
GENERAL FUND
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2011

	Actual	Budget	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 438,736	\$ 408,177	\$ 30,559
Delinquent tax	5,710	6,587	(877)
Motor vehicle tax			0
RV tax			0
Mineral production tax	359		359
Federal grants	526,388	71,259	455,129
State aid/grants	2,847,380	3,489,067	(641,687)
Charges for services			0
Interest income			0
Miscellaneous revenues	0		0
Operating transfers			0
Total Cash Receipts	<u>3,818,573</u>	<u>3,975,090</u>	<u>(156,517)</u>
EXPENDITURES			
Instruction	1,807,115	1,804,767	(2,348)
Student support services	37,941	38,300	359
Instruction support staff	39,096	45,727	6,631
General administration	142,000	143,247	1,247
School administration	261,217	347,178	85,961
Operations and maintenance	315,764	323,800	8,036
Student transportation services	274,017	282,300	8,283
Central support services			0
Other support services	34,041	52,891	18,850
Food service operations			0
Student activities	31,087		(31,087)
Facility acquisition and construction services		56,000	56,000
Debt service			0
Operating transfers	903,777	880,880	(22,897)
Adjustment to comply with legal max		(129,035)	(129,035)
Adjustment for qualifying budget credits			0
Total Expenditures	<u>3,846,055</u>	<u>\$ 3,846,055</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(27,482)		
Unencumbered Cash, Beginning	(259,383)		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ (286,865)</u>		

See Note 11 (Cash Basis Exception)

See Note 12 (Statutory Presentaion)

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
SUPPLEMENTAL GENERAL FUND
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2011

	Actual	Budget	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 487,668	\$ 501,940	(14,272)
Delinquent tax	7,158	7,283	(125)
Motor vehicle tax	51,155	46,656	4,499
RV tax	2,288	4,324	(2,036)
Mineral production tax			0
Federal grants	0		0
State aid/grants	626,108	548,252	77,856
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	0		0
Total Cash Receipts	<u>1,174,377</u>	<u>1,108,455</u>	<u>65,922</u>
EXPENDITURES			
Instruction	468,883	537,212	68,329
Student support services		60,000	60,000
Instruction support staff		6,200	6,200
General administration		5,000	5,000
School administration	12	50,000	49,988
Operations and maintenance	219,140	122,588	(96,552)
Student transportation services			0
Central support services			0
Other support services		23,000	23,000
Food service operations			0
Student activities	62,507		(62,507)
Facility acquisition and construction services			0
Debt service			0
Operating transfers	309,839	301,000	(8,839)
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>1,060,381</u>	<u>\$ 1,105,000</u>	<u>\$ 44,619</u>
Receipts Over (Under) Expenditures	113,996		
Unencumbered Cash, Beginning	(78,663)		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	<u>\$ 35,333</u>		

See Note 11 (Cash Basis Exception)

See Note 12 (Statutory Presentaion)

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 VOCATIONAL EDUCATION FUND
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Favorable (Unfavorable)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	3,371		3,371
Operating transfers	<u>129,381</u>	<u>180,000</u>	<u>(50,619)</u>
Total Cash Receipts	<u>132,752</u>	<u>180,000</u>	<u>(47,248)</u>
EXPENDITURES			
Instruction	128,974	168,619	39,645
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance	3,723	6,000	2,277
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with			
legal max			0
Adjustment for qualifying			
budget credits			0
Total Expenditures	<u>132,697</u>	<u>\$ 174,619</u>	<u>\$ 41,922</u>
Receipts Over (Under) Expenditures	55		
Unencumbered Cash, Beginning	78,477		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 78,532</u>		

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
SPECIAL EDUCATION FUND
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Favorable (Unfavorable)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	36,358		36,358
Operating transfers	<u>629,458</u>	<u>646,880</u>	<u>(17,422)</u>
Total Cash Receipts	<u>665,816</u>	<u>646,880</u>	<u>18,936</u>
EXPENDITURES			
Instruction	544,816	565,410	20,594
Student support services			0
Instruction support staff			0
General administration	12,840	14,860	2,020
School administration			0
Operations and maintenance		6,000	6,000
Student transportation services	27,722	7,400	(20,322)
Central support services			0
Other support services		13,000	13,000
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>585,378</u>	<u>\$ 606,670</u>	<u>\$ 21,292</u>
Receipts Over (Under) Expenditures	80,438		
Unencumbered Cash, Beginning	85,042		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>165,480</u>		

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 DRIVER TRAINING FUND
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	2,886	4,200	(1,314)
Charges for services	5,064		5,064
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>5,000</u>		<u>5,000</u>
Total Cash Receipts	<u>12,950</u>	<u>4,200</u>	<u>8,750</u>
EXPENDITURES			
Instruction	5,921	7,604	1,683
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance	897	800	(97)
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>6,818</u>	<u>\$ 8,404</u>	<u>\$ 1,586</u>
Receipts Over (Under) Expenditures	6,132		
Unencumbered Cash, Beginning	24,833		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>30,965</u>		

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 FOOD SERVICE FUND
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants	148,750	170,929	(22,179)
State aid/grants	3,205	3,018	187
Charges for services	101,085	244,413	(143,328)
Interest income			0
Miscellaneous revenues	8,327		8,327
Operating transfers	<u>35,000</u>	<u>55,000</u>	<u>(20,000)</u>
Total Cash Receipts	<u>296,367</u>	<u>473,360</u>	<u>(176,993)</u>
EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance	11,941	11,419	(522)
Student transportation services			0
Central support services			0
Other support services			0
Food service operations	299,092	315,266	16,174
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>311,033</u>	<u>\$ 326,685</u>	<u>\$ 15,652</u>
Receipts Over (Under) Expenditures	(14,666)		
Unencumbered Cash, Beginning	109,602		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>94,936</u>		

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
CAPITAL OUTLAY FUND
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Favorable (Unfavorable)</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax		33	(33)
RV tax		3	(3)
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income	8,674		8,674
Miscellaneous revenues	8,146		8,146
Operating transfers	<u>17,669</u>		<u>17,669</u>
Total Cash Receipts	<u>34,489</u>	<u>36</u>	<u>34,453</u>
EXPENDITURES			
Instruction	849	3,000	2,151
Student support services		5,000	5,000
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance	2,938		(2,938)
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services	7,495	173,000	165,505
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>11,282</u>	<u>\$ 181,000</u>	<u>\$ 169,718</u>
Receipts Over (Under) Expenditures	23,207		
Unencumbered Cash, Beginning	1,150,698		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 1,173,905</u>		

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
PROFESSIONAL DEVELOPMENT FUND
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	165		165
Operating transfers	<u>15,000</u>		<u>15,000</u>
 Total Cash Receipts	 <u>15,165</u>	 <u>0</u>	 <u>15,165</u>
EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff	9,732	6,100	(3,632)
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
 Total Expenditures	 <u>9,732</u>	 <u>\$ 6,100</u>	 <u>\$ (3,632)</u>
 Receipts Over (Under) Expenditures	 5,433		
Unencumbered Cash, Beginning	19,941		
Prior Year Cancelled Encumbrances	<u>0</u>		
 Unencumbered Cash, Ending	 <u>\$ 25,374</u>		

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2011

	Actual	Budget	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	192,859	253,184	(60,325)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>192,859</u>	<u>253,184</u>	<u>(60,325)</u>
Total Cash Receipts			
EXPENDITURES			
Instruction	113,788	135,686	21,898
Student support services	17,357	29,000	11,643
Instruction support staff			0
General administration	17,357	20,000	2,643
School administration	17,357	30,000	12,643
Operations and maintenance	15,429	23,009	7,580
Student transportation services			0
Central support services			0
Other support services			0
Food service operations	11,571	15,489	3,918
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>192,859</u>	<u>\$ 253,184</u>	<u>\$ 60,325</u>
Total Expenditures			
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

The notes to financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 AT RISK FUND (K-12)
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2011

	Actual	Budget	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	262,108	300,000	(37,892)
Total Cash Receipts	262,108	300,000	(37,892)
EXPENDITURES			
Instruction	262,108	294,080	31,972
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	262,108	\$ 294,080	\$ 31,972
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 0		

The notes to financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 BOND AND INTEREST FUND
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 245,814	\$ 225,667	\$ 20,147
Delinquent tax	1,201	3,625	(2,424)
Motor vehicle tax	29,663	35,987	(6,324)
RV tax	1,326	3,336	(2,010)
Federal grants			0
State aid/grants	154,441	150,771	0
Charges for services			0
Interest income	756	1,800	(1,044)
Miscellaneous revenues		106	(106)
Operating transfers			0
	<u>433,201</u>	<u>421,292</u>	<u>8,239</u>
EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service	407,488	407,488	0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>407,488</u>	<u>\$ 407,488</u>	<u>\$ 0</u>
Total Expenditures	<u>407,488</u>	<u>\$ 407,488</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	25,713		
Unencumbered Cash, Beginning	515,511		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 541,224</u>		

The notes to financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 ANY NONBUDGETED FUNDS
 Statement of Cash Receipts and Expenditures
 For the Year Ended June 30, 2011

	<u>Textbook</u>	<u>Contingency Reserve</u>	<u>Title I</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants			97,690
State aid/grants			
Charges for services	35,422		
Interest income			
Miscellaneous revenues	33,367		
Operating transfers		<u>120,000</u>	
Total Cash Receipts	<u>68,789</u>	<u>120,000</u>	<u>97,690</u>
EXPENDITURES			
Instruction	28,873	195,978	93,171
Student support services			4,519
Instruction support staff	16,043		
General administration			
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>44,916</u>	<u>195,978</u>	<u>97,690</u>
Receipts Over (Under) Expenditures	23,873	(75,978)	0
Unencumbered Cash, Beginning	114,973	376,228	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>138,846</u></u>	\$ <u><u>300,250</u></u>	\$ <u><u>0</u></u>

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 ANY NONBUDGETED FUNDS
 Statement of Cash Receipts and Expenditures
 For the Year Ended June 30, 2011

	<u>Title IV</u>	<u>REAP Grant</u>	<u>Title IIA</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants	1,502	31,293	19,477
State aid/grants	750	6,140	
Charges for services			
Interest income			
Miscellaneous revenues			
Operating transfers			
	<u>2,252</u>	<u>37,433</u>	<u>19,477</u>
EXPENDITURES			
Instruction	2,252	37,433	19,477
Student support services			
Instruction support staff			
General administration			
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
	<u>2,252</u>	<u>37,433</u>	<u>19,477</u>
Total Expenditures	<u>2,252</u>	<u>37,433</u>	<u>19,477</u>
 Receipts Over (Under) Expenditures	 0	 0	 0
Unencumbered Cash, Beginning	0	0	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
 Unencumbered Cash, Ending	 \$ <u><u>0</u></u>	 \$ <u><u>0</u></u>	 \$ <u><u>0</u></u>

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 ANY NONBUDGETED FUNDS
 Statement of Cash Receipts and Expenditures
 For the Year Ended June 30, 2011

	<u>Jones Tech Grant</u>	<u>Title IID</u>
CASH RECEIPTS		
Taxes and Shared Revenue		
Ad valorem property tax	\$	\$
Delinquent tax		
Motor vehicle tax		
RV tax		
Mineral production tax		
Federal grants		212
State aid/grants		
Charges for services		
Interest income		
Miscellaneous revenues	105,200	
Operating transfers		
	<u>105,200</u>	<u>212</u>
Total Cash Receipts		
	<u>105,200</u>	<u>212</u>
EXPENDITURES		
Instruction		
Student support services	105,200	212
Instruction support staff		
General administration		
School administration		
Operations and maintenance		
Student transportation services		
Central support services		
Other support services		
Food service operations		
Student activities		
Facility acquisition and construction services		
Debt service		
Operating transfers		
Adjustment for qualifying budget credits		
	<u>105,200</u>	<u>212</u>
Total Expenditures		
	<u>105,200</u>	<u>212</u>
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, Beginning	0	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u>0</u>	\$ <u>0</u>

The notes to the financial statements are an integral part of this statement.

USD #243 LEBO-WAVERLY, KS
 AGENCY FUNDS
 Statement of Cash Receipts and Cash Disbursements
 For the Year Ended June 30, 2011

Fund	Beginning. Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Lebo-Waverly Educational Foundation	\$ 13,451	\$	\$	\$ 13,451
Lebo				
Class of 2010	743			743
Class of 2011	28,154	8,819	35,588	1,385
Class of 2012	13,233	45,232	30,204	28,261
Class of 2013	2,820	13,665	9,703	6,782
Class of 2014	0	14,677	8,872	5,805
FBLA	12	2,892	2,836	68
FFA	20,131	11,398	10,731	20,798
High school Cheerleaders	508	1,029	446	1,091
Jr. High Cheerleaders	760	250		1,010
National Honor Society	773	1,032	761	1,044
Student Council	368	44	207	205
Waverly				
Class of 2011	6,268	11,066	17,334	0
Class of 2012	9,615	7,595	10,165	7,045
Class of 2013	3,984	3,580	138	7,426
Class of 2014	76	2,492	1,185	1,383
Class of 2015		198		198
FBLA	188	7,229	7,414	3
Sales tax	144	3,307	3,545	(94)
Interest	527	59	275	311
High school Cheerleaders	12	5,992	5,963	41
Jr. High Cheerleaders	0	197	184	13
National Honor Society	1,010	3,594	3,104	1,500
Student Council	803	997	681	1,119
Football Club	241	5,255	4,206	1,290
Volleyball Club	267	3,012	2,649	630
Total	\$ <u>104,088</u>	\$ <u>153,611</u>	\$ <u>156,191</u>	\$ <u>101,508</u>

The notes to the financial statements are an integral part of this statement.

USD #243 LEBOWAVERLY, KS
DISTRICT ACTIVITY FUNDS
Statement of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2011

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts							
Lebo							
Athletics	\$ 11,240	\$	\$ 47,255	\$ 50,872	\$ 7,623	\$	\$ 7,623
Waverly							
Athletics	4,393		23,061	26,908	546		546
Subtotal Gate Receipts	15,633	0	70,316	77,780	8,169	0	8,169
Bequest							
School Projects							
Lebo							
Annual	1,911		2,647	167	4,391		4,391
Band	1,227		69	861	435		435
Book Fair	0		2,166	2,166	0		-
Home Ec	1,859		3,355	4,348	866		866
Concessions	1,355		17		1,372		1,372
Jr High Art	72		370	38	404		404
Renaissance	1,112				1,112		1,112
Student activity	1,894		9,794	11,008	680		680
Owl's Project	360				360		360
Student Purchase	6		3,524	3,520	10		10
Elementary Team Project	5,652		2,142	1,072	6,722		6,722
Elementary	164		2,490	2,288	366		366
Elementary Fun Run	543		2,832	1,542	1,833		1,833
Flower Fund	254		317	305	266		266
Library	0		50	50	0		-
Miscellaneous	749				749		749
Waverly							
Band	529		657	344	842		842
Student activity	377		3,850	4,317	(90)		(90)
Concessions	7,890		14,463	13,083	9,270		9,270
Community/Teacher	1		2,289	2,289	1		1
Music/Drama	2,509				2,509		2,509
Coke Fund	1,014		263	434	843		843
After School	380		373	135	618		618
Enrollment Fees	3		6,712	6,715	0		-
Cafeteria Fund	792		164	332	624		624
Renaissance	90		323	26	387		387
Construction Fund	210		76		286		286
Yearbook	1,298		340		1,638		1,638
Subtotal School Projects	35,312	0	59,283	58,101	36,494	0	36,494
Total District Activity Funds	\$ 50,945	\$ 0	\$ 129,599	\$ 135,881	\$ 44,663	\$ 0	\$ 44,663

The notes to the financial statements are an integral part of this statement.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies

Financial Reporting Entity

USD No. 243 is a municipal corporation governed by an elected seven member board. The district as an entity has been defined to include, on a combined basis, (a) USD No.232 (b) organizations for which USD No. 243 is financially accountable, and (c) other organizations for which the nature and significance of their relationship with USD No. 243 are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District's report.

Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the District for the year 2011:

Governmental Funds

General Fund – To account for the resources except those required to be accounted for in another fund.

Special Revenue Funds – To account for the proceeds of specific revenue sources (other than major capital projects) that are restricted by law or administrative action to be expended for specified purposes.

Debt Service Funds – To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Fiduciary Funds

Agency Funds – To account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

Departure from Generally Accepted Accounting Principles (GAAP)

The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursement, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenues and matured principle and interest payable, and reservations of fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year-end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with United States generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Reimbursed Expenses

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenues other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There was a budget amendment to the KPERS Fund during the year 2011.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

The statutes permit transferring budgeted amounts between accounts within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the city for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds and trust funds and the following special revenue funds:

Textbook Student Material Fund	Contingency Reserve Fund
Title I Fund	Title IV Fund
REAP Grant	Title IIA Fund
Title IID Fund	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Use of Estimates

The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimates.

NOTE 2 – Deposits and Investments

Deposits

K.S.A. 9-1401 establishes the depositories which may be used by the government. The statute requires banks eligible to hold the government's funds have a main or branch bank in the county in which the government is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the government's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The government has no investment policy that would further limit its investment choices. The District's investments are categorized to give an indication of the level or risk assumed by the entity at year end. Category 1 includes investments that are insured or registered, or for which the securities are held by the District or its agent in the District's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the dealer bank's trust department or agent in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the dealer bank. Of the three risk categories, the investments classified in risk Category 1 have the least risk to the municipality.

Concentration of Credit Risk

State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments (continued)

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2011.

At June 30, 2011, the government's carrying amount of deposits was \$ 2,444,151 and the bank balance was \$ 3,057,786. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and the balance was collateralized with securities held by the pledging financial institutions' agents in the district's name.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the district will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE 3 – Defined Benefit Pension Plan

Plan Description – USD No. 243 participates in the Kansas Public Employees Retirement System (KPERS), a cost sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas; Topeka, KS 66603) or by calling 1-888-275-5737.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 3 – Defined Benefit Pension Plan (continued)

Funding Policy – K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414 (h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes 8.57% of covered payroll. These contribution requirements are established by KPERS and are periodically revised. The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2011 received as of June 30 was \$188,864,352, Remaining balance due from the state of \$64,969,692 was received by July 12, 2011.

NOTE 4 – Risk Management

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the county carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

NOTE 5 – Compliance with Kansas Statutes

There was a violation of K.S.A. 79-2935, the Kansas Budget law, in the Professional Development Fund during the period under examination.

NOTE 6 – Compensated Absences

Vacation is provided for all twelve-month employees. These employees receive two weeks vacation per year for the first five years and three weeks per year thereafter.

Ten days of sick leave are given full time (nine month or greater) employees each year. Sick leave can accumulate to eighty days. When an employees accumulates eighty days and utilizes less than three days of their current year's sick leave, they are paid two days as substitute pay. If an employee is with the district for fifteen years and retires or leaves, they are paid an amount equal to one-third of their accumulated sick leave up to 23 days times their base rate.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – Compensated Absences (continued)

Each employee receives two days per year for personal leave. The District has not accrued compensated absences because the amount cannot be reasonably estimated.

NOTE 7 – Interfund Transactions

Operating transfers were as follows:

General Fund	Contingency Reserve	K.S.A. 72-6428	\$	120,000
General Fund	Special Education Fund	K.S.A. 72-6428		450,000
General Fund	Vocational Education Fund	K.S.A. 72-6428		54,000
General Fund	At-Risk Fund (K-12)	K.S.A. 72-6428		262,108
General Fund	Capital Outlay Fund	K.S.A. 72-6428		17,667
Supplemental General Fund	Food Service	K.S.A. 72-6425		35,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-6425		179,458
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6425		75,381
Supplemental General Fund	Driver Training Fund	K.S.A. 72-6425		5,000
Supplemental General Fund	Professional Development	K.S.A. 72-6425		15,000

NOTE 8 – Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

LEBO-WAVERLY UNIFIED SCHOOL DISTRICT NO. 243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – Contingency

The District receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by federal and state agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the District's management, such disallowances, if any, will not be significant to the District's financial statements.

NOTE 10 – Subsequent Events

Subsequent events for management's review have been evaluated through October 31, 2011. The date in the prior sentence is the date the financial statements were available to be issued.

NOTE 11 – Cash Basis Exception

The State of Kansas statutes exempt all funds from a cash basis violation if the violation was as result of delayed payment by the state.

NOTE 12 – Compliance with K.S.A. 72-6417 (d) and K.S.A. 72-6434 (d)

K.S.A. 72-6417 (d) and K.S.A. 72-6434 (d) requires the school district to record any payment of general state aid that is due to be paid during the month of June and is paid to the school district after June 30, as a receipt for the school year ending on June 30. The following shows the revenue as required by the Statutes:

Note 12

USD #243 LEBO-WAVERLY, KS
GENERAL FUND
STATUTORY REVENUES AND EXPENDITURES - STATUTORY AND BUDGET
For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 438,736	\$ 408,177	\$ 30,559
Delinquent tax	5,710	6,587	(877)
Motor vehicle tax			0
RV tax			0
Mineral production tax	359		359
Federal grants	526,388	71,259	455,129
State aid/grants	2,888,612	3,489,067	(600,455)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>3,859,805</u>	<u>3,975,090</u>	<u>(115,285)</u>
EXPENDITURES			
Instruction	1,807,115	1,804,767	(2,348)
Student support services	37,941	38,300	359
Instruction support staff	39,096	45,727	6,631
General administration	142,000	143,247	1,247
School administration	261,217	347,178	85,961
Operations and maintenance	315,764	323,800	8,036
Student transportation services	274,017	282,300	8,283
Central support services			0
Other support services	34,041	52,891	18,850
Food service operations			0
Student activities	31,087		(31,087)
Facility acquisition and construction services		56,000	56,000
Debt service			0
Operating transfers	903,777	880,880	(22,897)
Adjustment to comply with legal max		(129,035)	(129,035)
Adjustment for qualifying budget credits		0	0
	<u>3,846,055</u>	<u>\$ 3,846,055</u>	<u>\$ 0</u>
 Receipts Over (Under) Expenditures	 13,750		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
 Unencumbered Cash, Ending	 <u>\$ 13,750</u>		

Note 12

USD #243 LEBO-WAVERLY, KS
SUPPLEMENTAL GENERAL FUND
STATUTORY REVENUES AND EXPENDITURES - STATUTORY AND BUDGET
For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance- Favorable (Unfavorable)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 487,668	\$ 501,940	\$ (14,272)
Delinquent tax	7,158	7,283	(125)
Motor vehicle tax	51,155	46,656	4,499
RV tax	2,288	4,324	(2,036)
Mineral production tax			0
Federal grants			0
State aid/grants	546,465	548,252	(1,787)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>1,094,734</u>	<u>1,108,455</u>	<u>(13,721)</u>
Total Cash Receipts			
EXPENDITURES			
Instruction	468,883	537,212	68,329
Student support services		60,000	60,000
Instruction support staff		6,200	6,200
General administration		5,000	5,000
School administration	12	50,000	49,988
Operations and maintenance	219,140	122,588	(96,552)
Student transportation services			0
Central support services			0
Other support services		23,000	23,000
Food service operations			0
Student activities	62,507		(62,507)
Facility acquisition and construction services			0
Debt service			0
Operating transfers	309,839	301,000	(8,839)
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>1,060,381</u>	<u>\$ 1,105,000</u>	<u>\$ 44,619</u>
Total Expenditures			
Receipts Over (Under) Expenditures	34,353		
Unencumbered Cash, Beginning	33,447		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>67,800</u>		

UNIFIED SCHOOL DISTRICT NO.243
Waverly, Kansas

NOTES TO FINANCIAL STATEMENTS

Note 13 - Long Term Debt

Changes in long-term liabilities for the District for the year ended June 30, 2011 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds Series 2000 refunded	4.00-7.875%	6/1/00	\$ 4,970,000	9/1/20	\$ 3,750,000	\$	\$ 260,000	\$ (260,000)	\$ 3,490,000	\$ 147,488
Total Long Term Debt			\$ 3,750,000		\$ 0	\$	\$ 260,000	\$ (260,000)	\$ 3,490,000	\$ 147,488
Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:										
		2012	2013	2014	2015	2016	2017-2021	Total		
Principal										
General Obligation Bonds	\$ 270,000	\$ 270,000	\$ 300,000	\$ 315,000	\$ 330,000	\$ 2,005,000		\$ 3,490,000		
Special Assessment Bonds								0		
Certificates of Participation								0		
Capital Leases								0		
Revenue Bonds								0		
KDHE Loans								0		
Temporary Notes								0		
Total Principal	270,000	270,000	300,000	315,000	330,000	2,005,000		3,490,000		
Interest										
General Obligation Bonds	136,550	124,737	112,662	100,362	87,462	212,467		774,240		
Special Assessment Bonds								0		
Certificates of Participation								0		
Capital Leases								0		
Revenue Bonds								0		
KDHE Loans								0		
Temporary Notes								0		
Total Interest	136,550	124,737	112,662	100,362	87,462	212,467		774,240		
Total Principal and Interest	\$ 406,550	\$ 394,737	\$ 412,662	\$ 415,362	\$ 417,462	\$ 2,217,467		\$ 4,264,240		